

SECRET

SAPC-26696
Copy 1 of 4

2 May 1958

MEMORANDUM FOR: Project Comptroller

FROM : Project Contracting Officer

SUBJECT : Contract No. BC-450 with Hycon Mfg. Company;
Audit of Period 1 July 1956 through 31 January
1957

1. Under the terms of the subject contract, the Contract Hourly Rates for the First Period of Time, 1 July 1956 through 31 January 1957 were Fixed from inception of the contract. The rates for the Second and Third Periods were provisional for billing purposes.

2. As you may recall, during our recent visit to the Contractor's facility, the Second and Third periods were audited and a total price settlement was made for these two periods.

3. An Audit was never performed with regard to the actual man hours or materials furnished during the first period. It is assumed that Contractor has billed the total number of hours worked and the total cost of all materials for this period and you have paid such invoices.

4. Please advise the undersigned whether in your opinion sufficient data was submitted with these invoices or do you desire an Audit of the man hours and materials costs. If you are satisfied that an Audit is not necessary, would you please advise the total number of dollars expended during this period in order that we may reflect same in our records.

ILLEGIB

by Job Title

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CLASSIFIED
DATE: 10/17/80
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5/1/82
REVIEWER: 064540

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